

BEFORE THE GUAM PUBLIC UTILITIES COMMISSION



IN THE MATTER OF:)

GPA DOCKET 18-04)

THE APPLICATION OF THE GUAM)
POWER AUTHORITY TO EXERCISE)
EXTENSION OPTION UNDER THE)
DIESEL FUEL SUPPLY CONTRACT)
WITH MOBIL OIL GUAM, INC. AND)
ISLA PETROLEUM AND ENERGY, LLC)
(IP&E GUAM))

ORDER

This matter comes before the Chairman of the Guam Public Utilities Commission [PUC], Jeffrey C. Johnson, upon the PUC Counsel Report dated December 14, 2017.

Said Report indicates that the current Diesel Fuel Supply Contracts of GPA with Mobil Oil Guam Inc. and IP&E Guam terminate on December 31, 2017.

Counsel has recommended that the PUC approve 1 year extensions for GPA's fuel oil supply contracts with Mobil Oil Guam and IP&E Guam.

Due to the absence of matters before it for the month of December, 2017, the PUC will not conduct its monthly meeting this month. However, since the GPA diesel fuel supply contracts are expiring on December 31, 2017, it is necessary for the Chairman to take interim, emergency action to approve the extension of GPA's Diesel Fuel Supply Contracts.

The Chairman hereby certifies that GPA's request for extension of its Diesel Fuel Supply Contracts cannot await Commission action at the next scheduled meeting in January. The Chairman has, through Counsel, conferred with the other Commissioners concerning this matter and proposed action.

The Chairman adopts the PUC Counsel Report in this matter dated December 14, 2017, and finds that a continuous supply of diesel fuel oil is necessary for GPA to maintain its electric power generation capacity.

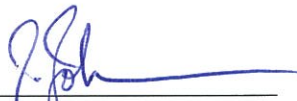
Pursuant to 12 GCA §12105(b) the PUC, through its Chairman hereby approves the Petition of the Guam Power Authority to exercise 1 year Extension Options for its Diesel Fuel Supply Contracts with Mobil Oil Guam Inc. and IP&E Guam LLC.

WHEREFORE, PUC ORDERS that:

Order
Approval of Extension for
Diesel Fuel Supply Contract
with Mobil Oil Guam Inc. & IP&E
GPA Docket 18-04
December 14, 2017

1. The 1 year extensions for GPA's Fuel Oil Supply Contracts with Mobil Oil Guam and IP&E Guam are hereby approved. Such contracts shall be extended for a 1 year period from January 1, 2018 through December 31, 2018.
2. GPA is authorized to expend up to a total amount of \$77,425,498.00 for the 1 year contract extensions, which amount includes premium fees and the cost of diesel fuel.
3. The AMENDMENT TO FUEL OIL SUPPLY CONTRACT for Mobil Oil Guam Inc. and IP&E Guam are approved in accordance with the pricing, supply terms, and conditions contained in the amendments.
4. This Order is subject to ratification by the PUC at its next meeting.

Dated this 18th day of December, 2017.



Jeffrey C. Johnson
Chairman